## SENATE RESOLUTION NO.132

Senator MacDonald offered the following resolution:

1 A resolution to condemn Governor Gretchen Whitmer's inaction

2 in addressing issues at the Unemployment Insurance Agency with

3 residents filing for and receiving unemployment benefits.

4 Whereas, The COVID-19 Pandemic has disrupted life for all

5 Michigan residents. Since the virus reached the state in early

6 March, tens of thousands of Michigan residents have been infected,

7 and more than 6,000 have lost their lives. Governor Whitmer has

8 taken dramatic action to mitigate the virus' spread, including

closing schools and all nonessential businesses and ordering

10 residents to stay home whenever possible; and

9

AS

11 Whereas, Actions to address the COVID-19 Pandemic have led to

12 a historic surge in unemployment claims. More than 2 million people

13 were forced to file for benefits since the crisis began, bringing

- 1 the state's unemployment rate to 24 percent in April. Over this
- 2 period, more than \$11.4 billion in unemployment benefits have been
- 3 paid out; and
- 4 Whereas, The Unemployment Insurance Agency (UIA) has failed to
- 5 process claims in a timely manner, denying Michigan residents
- 6 desperately needed income to pay bills and feed their families.
- 7 More than 200,000 Michigan residents who have filed for benefits
- 8 have not received a payment or have had their payments halted
- 9 entirely; and
- 10 Whereas, The UIA has been unresponsive to the people they
- 11 serve. Far too many people have been unable to address potential
- 12 issues with their claims due to inaction or abysmal service by the
- 13 UIA. Some residents have gone months without a response and have
- 14 called and messaged the agency more than 1,000 times without being
- 15 able to speak with a staff member; and
- 16 Whereas, The UIA has mismanaged potential fraud within the
- 17 system, suspending benefits to deserving residents without
- 18 forewarning or any regard for the impact on their lives. The UIA
- 19 halted payments to 540,000 unemployment benefit accounts, without
- 20 proper investigation, due to suspected fraud. More than half of
- 21 these accounts have been cleared, an astounding error rate in
- 22 identifying fraudulent activity. About 240,000 potentially innocent
- 23 people are still waiting to see if their benefits will be approved
- 24 or reinstated; and
- 25 Whereas, Governor Gretchen Whitmer and the UIA have failed to
- 26 implement any meaningful changes to improve the situation. In any
- 27 properly managed organization, a failure of this magnitude would
- 28 have led to significant and timely changes in process, personnel,
- 29 or both. Yet, the Governor has ignored legislators' calls for

- 1 leadership changes at UIA, and her efforts to address the situation
- 2 have been wholly inadequate; and
- 3 Whereas, Governor Whitmer failed to address known issues at
- 4 the UIA when she had the opportunity. Even before the coronavirus
- 5 pandemic and the surge in claims, there was abundant evidence of
- 6 problems at UIA. The Auditor General found that, across 2018 and
- 7 2019, about 28 percent of callers hung up before they were able to
- 8 speak with UIA staff. While action was taken to address this
- 9 problem, it is clear that issues persist; and
- 10 Whereas, Governor Whitmer has demonstrated a lack of
- 11 preparedness, a lack of responsiveness, and ultimately, a lack of
- 12 leadership in addressing issues at the UIA. While quick to
- 13 unilaterally declare and extend orders that have impacted the lives
- 14 of every Michigander and their ability to earn a living, she has
- 15 been unacceptably slow in ensuring the proper systems were in place
- 16 to mitigate the adverse impacts of her actions. Governor Whitmer's
- 17 ineffective leadership and poor decision-making have exacerbated
- 18 the issues Michigan residents are facing during this deeply
- 19 uncertain and difficult period. She has failed to meet the trust
- 20 placed in her by the people of Michigan; now, therefore, be it
- 21 Resolved by the Senate, That we condemn Governor Gretchen
- 22 Whitmer's inaction in addressing issues at the Unemployment
- 23 Insurance Agency (UIA) with residents filing for and receiving
- 24 unemployment benefits; and be it further
- 25 Resolved, That copies of this resolution be transmitted to the
- 26 Governor, the Director of the Michigan Department of Labor and
- 27 Economic Opportunity, and the Director of the Unemployment
- 28 Insurance Agency.